



UPSTREAM

Petroleum Management, Inc.

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Englewood, CO 80112
phone 303.942.0506
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Colorado State Land Board
1127 Sherman St., Suite 300
Denver, CO 80203

July 23, 2018

RE: Exception Location Request: Rule 318.A.a and 318A.c
Confluence DJ LLC
Middle Park 18 Pad
Sec. 18 T4N R62W (SE/4 SW/4)
Weld County, Colorado
Surface: State
Mineral Lease: State

Dear Surface Owner:

As you are aware, the below referenced wells were previously staked on your surface at the referenced locations in Sec. 18 T4N R62W (SE/4 SW/4). Confluence DJ LLC (Confluence) intends to apply to the Colorado Oil and Gas Conservation Commission (COGCC) for Applications for Permits to Drill the below referenced wells at the described surface locations. The Middle Park 18's surface locations do not conform to COGCC Rule 318A.a and 318A.c As you are aware, the surface locations were chosen in concurrence with your request to utilize an existing well pad.

COGCC Rule 318.A.a stipulates that a GWA well surface location must be within a 400' by 400' drilling window centered at the center of each quarter-quarter section, or inside an 800' by 800' drilling window centered at the center of each quarter section.

COGCC Rule 318A.c. stipulates that a GWA well surface location shall be less than 50' from an existing well. As planned, this surface location is greater than 50' from an existing well.

The below referenced wells do not conform to these drilling windows (Rule 318.A.a and 318A.c)

Middle Park 18-2-2L	Middle Park 18-6-4L	Middle Park 18-15-3L
Middle Park 18-2-4L	Middle Park 18-7-1L	Middle Park 18-16-1L
Middle Park 18-3-3L	Middle Park 18-8-2L	Middle Park 18-17-2L
Middle Park 18-3-4L	Middle Park 18-9-3L	Middle Park 18-18-3L
Middle Park 18-4-1L	Middle Park 18-10-1L	Middle Park 18-19-1L
Middle Park 18-4-4L	Middle Park 18-11-2L	Middle Park 18-20-2L
Middle Park 18-5-2L	Middle Park 18-12-3L	Middle Park 18-21-3L
Middle Park 18-5-4L	Middle Park 18-13-1L	
Middle Park 18-6-3L	Middle Park 18-14-2L	

Per COGCC Rules, Confluence is required to obtain surface owner approval of these locations as they do not conform to COGCC GWA Rules. Should you find these exceptions acceptable, please sign the space provided below.

Your Assets / Our Expertise

- Regulatory
- Storm-water Management Plans
- Project Coordination
- Permitting
- Government Relations
- EA/EIS Assistance



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By approving this matter, we anticipate COGCC will grant Confluence a location exception waiver to Rule 318A.a and 318A.c allowing the location to be outside the COGCC GWA spacing rules.

Please contact me at 303-942-0506 or at tjenkins@upstreampm.com if you have any questions.

Sincerely,

Tishany Jenkins
Permit Agent for Confluence DJ LLC

By signing below, you acknowledge the agreed upon surface location of the well locations as staked and grant the waiver to COGCC Rule 318.A.a and 318A.c granting that these wells may be drilled as planned.

Sign: Catherine R. Stitt

Date: 7/23/2018

By: Catherine Stitt, Oil and Gas Specialist
Surface Owner — Colorado State Land Board

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